LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6044 NOTE PREPARED: Feb 18, 2014

BILL NUMBER: SB 61 BILL AMENDED:

SUBJECT: Emergency Medical Services Provider Disability Benefits.

FIRST AUTHOR: Sen. Boots

BILL STATUS: CR Adopted - 2nd House

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> The bill authorizes a municipal corporation to provide programs of disability insurance (Programs) to its emergency medical services providers who become disabled as the result of an injury or illness: (1) that is not covered by worker's compensation or occupational diseases compensation; or (2) for which worker's compensation or occupational diseases compensation has been exhausted. It also provides that the elimination or waiting period before a benefit begins may not be greater than: (1) 30 days, for a short-term disability program; or (2) 120 days, for a long-term disability program.

The bill allows a municipal corporation to provide the programs by purchasing policies of group insurance or establishing a self-insurance program. It requires the fiscal body of a municipal corporation to approve the establishment of a self-insurance program. The bill allows the programs to exclude part-time employees and individuals who provide services to the municipal corporation under a contract.

(The introduced version of this bill was prepared by the Pension Management Oversight Commission.)

Effective Date: July 1, 2014.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The cost of medical service provider disability benefits for a particular municipality that opts to create a disability insurance program depends on local decisions, including: (1) What level of salary/wage replacement is chosen by the municipality in the design of the program;

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- (2) Whether the municipality chooses to cover part-time emergency medical services providers or emergency medical services providers under contract; and
- (3) Whether the municipality chooses to purchase a group insurance policy or self-insure for such benefits.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Municipalities.

Information Sources:

Fiscal Analyst: Stephanie Wells, 232-9866.

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